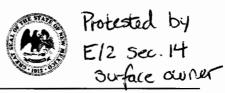
NSL pPRG1329163025

10/18/13 SUSPENSE ENGINEER DB LOGGED IN 10/18/13 TYPE N8P 2PRG 1329 16 3513

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

| Т | HIS CHECKLIST IS M | ANDATORY FOR ALL ADMINISTRATIVE APP | PLICATIONS FOR EXCEPTIONS TO D | IIVISION RULES AND REGULATIONS |
|--------|---|---|--|--|
| Applic | [DHC-Dow | 8: ndard Location] [NSP-Non-Standa nhole Commingling] [CTB-Lease ol Commingling] [OLS - Off-Lea | ard Proration Unit] [SD-Simule Commingling] [PLC-Pooles Storage] [OLM-Off-Lea: PMX-Pressure Maintenance I [IPI-Injection Pressure Incr | CLUSE 1907 Iltaneous Dedication] I/Lease Commingling] se Measurement] Expansion] |
| [1] | [A] | PLICATION - Check Those Which Location - Spacing Unit - Simultated NSL NSP SD SD NSP SD SD One Only for [B] or [C] Commingling - Storage - Measur DHC CTB PLO Injection - Disposal - Pressure Inc WFX PMX SW Other: Specify | ement C PC OLS | |
| [2] | (A) (B) (C) (D) (E) (F) | Working, Royalty or Overrice Working, Royalty or Overrice Offset Operators, Leaseholde Application is One Which R Notification and/or Concurred U.S. Bureau of Land Management - Commit | ding Royalty Interest Owners ers or Surface Owner equires Published Legal Noti ent Approval by BLM or SLC ssioner of Public Lands, State Land Office | SL: Unit J/Sec. 14 T25N/RZW |
| | OF APPLICA CERTIFICA val is accurate a station until the re | CURATE AND COMPLETE IN ATION INDICATED ABOVE. FION: I hereby certify that the information and notifications Statement must be completed by an ind | ormation submitted with this a vledge. I also understand that is are submitted to the Divisio | application for administrative t no action will be taken on this n. |
| | or Type Name | Signature Signature | Title ASCAT | Engineer 9/30/13 Date |
| | | | john e | walshenginet |

District I 1625 N. French Drive, Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First Street, Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rive Brayes Pond After NM 87410

District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV 1220 S. St. Francis Drive, Santa Fe, NM 87505 Phone: (505) 476–3460 Fax: (505) 476–3462

State of New Mexico Energy, Minerals & Natural Resources Department

Submit one copy to Appropriate District Office

OIL CONSERVATION DIVISION 1220 South St. Francis Drive Santa Fe, NM 87505

| | AMENDED | DEDUDI |
|-----|---------|----------|
| - 1 | AMENDED | TILL OIL |

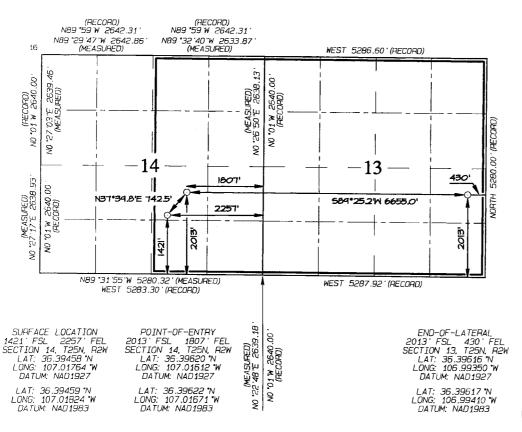
Revised August 1, 2011

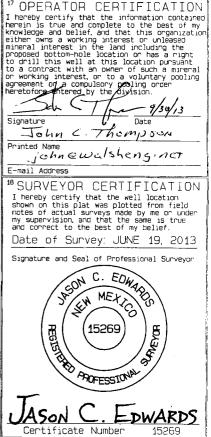
Form C-102

WELL LOCATION AND ACREAGE DEDICATION PLAT

| 1,4 | 'API Number | | | ²Pool Cod | e | | 9 | | | | |
|-----------------------------|--------------------------------|----------|---------|------------------|----------------------|-------------------------------|----------------------------------|-------------------------|-----------------|--|--|
| | | | | | 27194 GAVILAN MANCOS | | | | | | |
| *Property | 'Property Code | | | | *Propert | y Name | | | °Well Number | | |
| | | | | RE | GINA COM | 25-2-14-13 | | | 1H | | |
| 'OGRID I | No. | - | | | *Operato | r Name | | | °Elevation | | |
| 10825 | 10825 | | | HUNT OIL COMPANY | | | | | 7394 | | |
| | ¹⁰ Surface Location | | | | | | | | | | |
| UL or lot no. | Section | Township | Range | Lot Idh | Feet from the | North/South line | Feet from the | East/West | | | |
| J | 14 | 25N | 2W | | 1421 | SOUTH | 2257 | EAST | T RIO ARRIBA | | |
| | | 1 | ¹ Botto | m Hole | Location 1 | f Different P | From Surfac | е | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West | | | |
| I | 13 | 25N | 2W | | 2013 | SOUTH | 430 | EAST | RIO ARRIBA | | |
| Dedicated Acres 960.0 Acres | | | | | | ¹³ Joint or Infill | ¹⁴ Consolidation Code | ¹⁵ Order No. | | | |
| | E/2 Se | ection 1 | 4 & En | itire Se | ction 13 | | ' | | | | |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION





District I 1625 N. French Drive, Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First Street, Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Drive, Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department Form C–102 Revised August 1, 2011

Submit one copy to Appropriate District Office

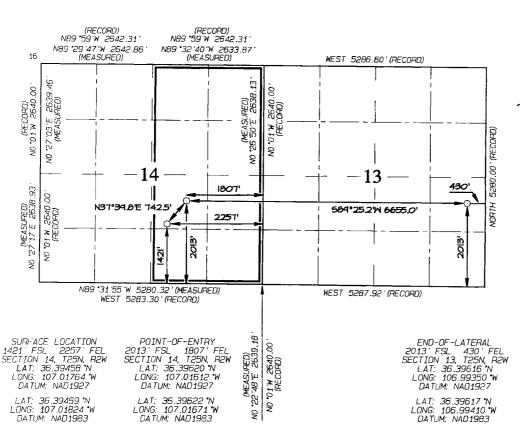
OIL CONSERVATION DIVISION 1220 South St. Francis Drive Santa Fe, NM 87505

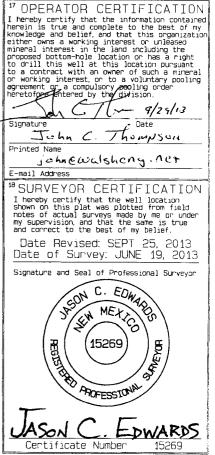
| AMENDED REPOR |
|---------------|
|---------------|

WELL LOCATION AND ACREAGE DEDICATION PLAT

| 1/ | API Numbe | r | | *Pool Cod 27194 | | | ³Pool Nami GAVILAN MA | | | - | |
|--------------------------------|---------------|-----------------|-------------------------------------|--------------------|--------------------|-------------------------------|----------------------------------|-------------------------|----------------------|-------------------------|--|
| ⁴Property | Code | | Property Name REGINA COM 25-2-14-13 | | | | | | | °Well Number 1H | |
| '0GRID 1 10825 | | | *Operator Name HUNT OIL COMPANY | | | | | | *Elevation 7394 ' | | |
| ¹⁰ Surface Location | | | | | | | | | | | |
| UL or lot no. | Section 14 | Township 25N | Range 2W | Lot Idn | Feet from the | North/South line SOUTH | Feet from the 2257 | East/Wes | | County RIO ARRIBA | |
| | | 1 | ¹ Botto | m Hole | Location I | f Different N | rom Surfac | 8 | | | |
| UL or lot no. I | Section 13 | Township 25N | Range 2W | Lot Idn | Feet from the 2013 | North/South line SOUTH | Feet from the | East/Wes | | County RIO ARRIBA | |
| 12 Dedicated Acres | 320 | .0 Acres | | | | ¹³ Joint or Infill | ¹⁴ Consolidation Code | ¹⁵ Order No. | | | |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION





October 1, 2013

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

To: Offset Operators of Proposed Project Area on Exhibit A

Sections 14 & 13-T25N-R2W

Ladies and gentlemen:

Hunt Oil Company ("Hunt") has filed an application with the New Mexico Oil Conservation Division ("NMOCD") seeking a Non-Standard Location within Sections 14 & 13, Township 25 North, Range 2 West, N.M.P.M., Rio Arriba County, New Mexico. This application also proposes to designate a Project Area covering all of Section 13 and the E2 of Section 14, Township 25 North, Range 2 West, N.M.P.M., Rio Arriba County, New Mexico, totaling 960 acres. A copy of the well acreage dedication plat is enclosed.

You are an offset operator of the proposed non-standard locations and must be given notice. If you object to the application, you must notify Hunt and the NMOCD in writing within 20 days from the date of this letter (the Division's address is 1220 South St. Francis Drive, Santa Fe, New Mexico 87505; Hunt's address is 1900 North Akard Street Dallas, TX 75201, attention Ryan Boschetti). Failure to object will preclude you from contesting this matter at a later date.

Sincerely, J Bar Cane, Inc.

John Michael Richardson, CPL President

Exhibit "A" Attached to and made a part of that certain Notification Letter for a Non-Standard Location and Project Area dated September 26, 2013

WPX Energy, LLC Attn: Bob Miller One Williams Center, #MD44 Tulsa, OK 74172-0140 Chevron USA Production Company 1400 Smith Street Houston, TX 77002

Hooper, Kimball & Williams, Incorporated P. O. Box 521173 Tulsa, Oklahoma 74152

NM & O Operating Company Attn: Larry Sweet 15 East 5th Street Suite 3000 Tulsa, OK 74103

Petco Limited P. O. Box 911 Breckenridge, TX 76424-0911

Ibex Partnership, Ltd. P. O. Box 911 Breckenridge, TX 76424-0911

Samson Resources Company 2 West 2nd Street Tulsa, OK 74103

Mountain States Natural Gas Corporation P. O. Box 12323 Las Vegas, NV 89112

Ramona B. Sweet, Trustee P. O. Box 1132 Tulsa, OK 74101

Benson Montin-Greer Drilling Co. 4900 College Blvd. Farmington, NM 87402-4648 October 1, 2013

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

To: Interest Owners on Exhibit A

W2 Section 14-25N-2W

Ladies and gentlemen:

Hunt Oil Company ("Hunt") has filed an application with the New Mexico Oil Conservation Division ("NMOCD") seeking a Non-Standard Proration Unit covering the E2 of Section 14, Township 25 North, Range 2 West, N.M.P.M., Rio Arriba County, New Mexico. This is to facilitate the formation of a 960 acre Project Area and the drilling of a 7000' lateral in the Gallup Formation. A copy of the well acreage dedication plat is enclosed.

According to NM rules, Hunt must notify you of its application. If you object, you must notify Hunt and the NMOCD in writing within 20 days from the date of this letter (the NMOCD address is 1220 South St. Francis Drive, Santa Fe, New Mexico 87505; Hunt's address is 1900 North Akard Street Dallas, TX 75201, attention Ryan Boschetti). Failure to object will preclude you from contesting this matter at a later date.

Please be aware Hunt has a large acreage position in the area and plans to fully develop the leasehold. Hunt is in the process of filing another unit application that will encompass the W2 of Section 14. Also, enclosed herewith please find a written summary that further explains Hunt Oil Company's plans. Should you have any questions or comments regarding this matter, please advise.

Sincerely, J Bar Cane, Inc.

John Michael Richardson, CPL President

Exhibit "A"

Attached to and made a part of the certain Notification Letter for a Non-Standard Proration Unit to Interest Owners dated September 26, 2013 covering the W2 of Section 14 T25N R2W

Estate of Virginia Black William G. Black 3813 E 38th St. Tulsa, OK 74135

Classical Gas & Oil, LLC 1499 Lake St. Suite 10C Denver, CO 80202

Jonathan B. and Ellen G. Loring, Trustees EBL Oil and Gas Nominee Trust dated 10/19/2010 Attention: Peter B. Loring 230 Congress St. Boston, MA 02110,

NM&O Operating Co. 15 East 5th Street Suite 300, Tulsa, OK 74103

Lillian Habeeb 100 Marine Ave. Apt 2E, Brooklyn NY, 11209

Estate of Herbert B. Luria 530 Park Ave. Apt 16F New York City, NY 10065

L. Clark Hawkins 20743 Fawnbrook Ct. Katy, TX 77450

F.P. Schonwalk Co. 9434 Cedar Lake Ave., Oklahoma City, OK 73114

M.A.P. INC., P.O. Box 1885, La Jolla, CA 92037 The Ames Company 19240 Reland Road San Antonio, TX 78259

Teresa Ann Colson Marks 14622 Holt Ave. Tustin, CA 92780

Ed Colson III 2646 Marmol Ct. Carlsbad, CA 92009

Peggy Jean Colson Connors 1506 E. Orangegrove Ave. Orange, CA 92867

James F. Rosborough, Jr. 14429 Pettit Way Potomac, MD 20854

Marcelle Stratton 66 Summit Drive Manhasset, NY 11030

Estate of Fraser R. MacVicar 65 Tangier Dr. Sound Beach, NY 11789

Huntingon T. Walker and wife, Carl N. Walker 2961 S Fillmore Way Denver, CO 80210

James B. Fullerton and wife, Barbara A. Fullerton 621 17th St., #1040 Denver, CO 80293

Estate of Hazel F. Schmedes White Plains, NY 10601

Kathlen M. Schaefer 2639 Trevor Parkway Pleasanton, CA 94588

Mark Joseph Schaefer P.O. Box 3596, Santa Rosa, CA 95402 Estate of Katherine V. Winter Bay Shore, NY 11706

Nancy C. Phillips, Trustee of the E. Alex Phillips Trust 1721 E. 30th Place Tulsa OK, 74114

C. Morgan Epes Jr. 45 Berkley Place Buffalo, NY 14209

Ellen B. Reton 9625 Patterson Rd, New Orleans, LA 70131

Estate of David H. Eslick 1088 Delaware Ave. Apt. 2J Buffalo, NY 14209

Harl Eslick 1088 Delaware Ave. Apt. 2J Buffalo, NY 14209

Estate of Sophie Spellman 185 E. 85th Street New York, NY 10028

Estate of Theodora Mourry Brooklyn, NY 11209

Patricia Ruth Wilbur 23 Sylvan St. Groton, CT 06340

Daniel Ralph Scoggins

Beanna G. Lane

Kamp Enterprises 320 S. Boston, Suite 1025 Tulsa, OK 74114

Myrtle Braun 102 East 22nd St. Tulsa, OK 74114 Thomas F. & Emily P. Wolfe Revocable Trust 145 Skyline Drive Bernice, OK 74331

Anne W. and Otto F. Verch Verch Family Revocable Trust 2116 Canal Pointe Little Rock, AR 72202

Rachelle S. E. Winterbourne P. O. Box 369 Stinson Beach, CA 94970

Estelle Cooper Cory 2605 Rolling Plains Ct. Cedar Park, TX 78613

Susan B. Cooper P. O. Box 4172 Walnut Creek, CA 94596

Louis Roddy Sanger 5454 Edinburgh Dr. Waco, TX 76710

Philip Asher Sanger 4299 San Felipe St. Suite 300 Houston, TX 77027

Joan Sanger 3600 MacArthur Dr. Waco, TX 76708

Robert E. Levy

Jake R. Schwartz 4013 Westchester Dr. Waco, TX 76710

S. F. Peavy, Jr.

George Mourry 9281 Shore Rd., Apt. 206 Brooklyn, NY 11209 Robert Mouakad et ux Old Tappan, NJ

Todd A. Colombo HCR 74 Box 40 Lindrith, NM 87029

Patricia Greene P. O. Box 1151 Haiku, HI 96708

William N. Roberts HCR 74 Box 38 Lindreth, NM 87029

M. S. Brooks, Jr.

Heirs of John E. Wilson

L. W. Wicks Agent Corp. 924 Westwood Blvd., Ste. 1000 Los Angeles, CA 90024

Cyprus Mines Corporation 1 N. Central Ave. Phoenix, AZ 85004-2189

Williams Production Company P. O. Box 3102 Tulsa, OK 74101-3102

Honeyhole, LLC 7318-B South Yale Tulsa, OK 74137

Peter C. Neumann, Trustee Of the Neumann Family Trust 136 Ridge Road Reno, NV 89501

NOSECO Corporation 7400 Lakeside Drive Reno, NV 89511 Johansen Energy Partnership P. O. Box 1773 Whitefish, MT 59437

Peter C. and Renate Neumann 136 Ridge Road Reno, NV 89501

WPX Energy, LLC Attn: Bob Miller One Williams Center, #MD44 Tulsa, OK 74172-0140

Hooper, Kimball & Williams, Incorporated P. O. Box 521173 Tulsa, Oklahoma 74152

NM & O Operating Company Attn: Larry Sweet 15 East 5th Street Suite 3000 Tulsa, OK 74103

Petco Limited P. O. Box 911 Breckenridge, TX 76424-0911

Ibex Partnership, Ltd. P. O. Box 911 Breckenridge, TX 76424-0911

Samson Resources Company 2 West 2nd Street Tulsa, OK 74103

Mountain States Natural Gas Corporation P. O. Box 12323 Las Vegas, NV 89112

Ramona B. Sweet, Trustee P. O. Box 1132 Tulsa, OK 74101

Chevron USA Production Company 1400 Smith Street Houston, TX 77002

| Townshi | p Rang | e Section | ı Legal | Letter | Operator / Owner | Name | Address | Certified Mail Tracking No. |
|---------|--------|-----------|----------------|----------------------------------|---------------------|--|--|-----------------------------|
| 25N | 2W | 14 | NE | NSL Notice | Operator | WPX Energy LLC | Bob Miller, Regional Land Manager, San Juan and | 7011 3500 0002 2619 6120 |
| 25N | 2W | 14 | NWSE | NSL Notice | Operator | Hunt Oil Company | 1900 N. Akard Street, Dallas, TX 75201 | |
| 25N | 2W | 14 | NWSE | NSL Notice | Operator | NM&O Operating Co. | 13 East 3th Street Suite 300, Tuisa, OK 74103 Attil. | 7011 3500 0002 2619 6106 |
| 25N | 2W | 14 | NWSE | NSL Notice | Operator | Arriba Company, LLC | 5875 S. Joplin Avenue, Tulsa, OK 74135 | 7011 3500 0002 2619 6137 |
| 25N | 2W | 14 | S2SE, NESE | NSL Notice | Operator | Hunt Oil Company | 1900 N. Akard Street, Dallas, TX 75201 | |
| 25N | 2W | 14 | S2SE, NESE | NSL Notice | Operator | Cimarex Energy Co. | 1700 Lincoln Street Suite 1800, Denver, CO 80203 | 7011 3500 0002 2619 6144 |
| 25N | 2W | 14 | S2SE, NESE | NSL Notice | Operator | Floyd Oil Company (aka 3Tec Energy Corporation) | 700 Milam St. Suite 1100, Houston, TX 77002 | 7011 3500 0002 2619 6151 |
| 25N | 2W | 14 | S2SE, NESE | NSL Notice | Operator | Cheyenne Partners IV Ltd. | 711 Louisiana St. Suite 1740, Houston, TX 77002 | 7011 3500 0002 2619 6168 |
| 25N | 2W | 14 | NE | NS Proration Unit Notification | Owner | William G. Black | 3813 E 38th St., Tulsa, OK 74135 | 7011 3500 0002 2619 6175 |
| 25N | 2W | 14 | NE | NS Proration Unit Notification | Owner | Rose Minerals, LLC (Albert J. Blair) | P.O. Box 12323, Las Vegas, NV 89121 | 7013 1090 0001 8489 5334 |
| 25N | 2W | 14 | NE, S2SE, NESE | E NS Proration Unit Notification | Owner | Patricia Koon Aka Patricia L. Koon Miller, sgl. | 7178 Oak Dr., Manton, MI 49663 | 7013 1090 0001 8489 5341 |
| 25N | 2W | 14 | NE, S2SE, NESE | E NS Proration Unit Notification | Owner | Robbin Laurence Koon | 3006 S. Wyoming Ave., Roswell, NM 88203 | 7013 1090 0001 8489 5358 |
| 25N | 2W | 14 | NE, S2SE, NESE | E NS Proration Unit Notification | Owner | Nelva Dawn Koon Johnson | Address Unknown | 7013 1090 0001 8489 5365 |
| 25N | 2W | 14 | NE, S2SE, NESE | E NS Proration Unit Notification | Owner | Kevin Edward Koon | 7178 Oak Dr., Manton, M149663 | 7013 1090 0001 8489 5372 |
| 25N | 2W | 14 | NE, S2SE, NESE | E NS Proration Unit Notification | Owner | Maurice R. Koon, ssp | 3600 County Road 6300, West Plains, MO 65775 | 7013 1090 0001 8489 5389 |
| 25N | 2W | 14 | NE, S2SE, NESE | E NS Proration Unit Notification | Owner | Larry S. Hatley and Beverly Hatley as joint tenants | P.O. Box 2624, Farmington, NM 87499 | 7013 1090 0001 8489 5396 |
| 25N | 2W | 14 | NE, S2SE, NESE | E NS Proration Unit Notification | Owner | Inas A. Koon, ssp | 7515 W. Gowan Road, Las Vegas NV, 89129 | 7013 1090 0001 8489 5402 |
| 25N | 2W | 14 | NE, S2SE, NESE | E NS Proration Unit Notification | Owner | Phyllis H. Bailey, marr., ssp | 124 Vanida Lane, Fayettevill, NY 13066 | 7013 1090 0001 8489 5426 |
| 25N | 2W | 14 | NE, S2SE, NESE | E NS Proration Unit Notification | Owner | Professionals Title Agency | 620 Roma NW, Albuquerque, NM 87102 | 7013 1090 0001 8489 5433 |
| 25N | 2W | 14 | NE, S2SE, NESE | E NS Proration Unit Notification | Owner | U.S. Royalties Corp. | 6202 Washington Ave., Houston, TX 77007 | 7013 1090 0001 8489 5440 |
| 25N | 2W | 14 | NE, S2SE, NESE | E NS Proration Unit Notification | Owner | Edgar A. Boring Sr. & D. Evelyn Boring, trustees u/t/a dated 3/20/85 | 2205 Ridgecrest Drive, Farmington, NM 87401 | 7013 1090 0001 8489 5457 |
| 25N | 2W | 14 | NE, S2SE, NESE | E NS Proration Unit Notification | Owner | Janice Eugenia Robertson, ssp | 1745 Cerro Crestado Dr. NW, Los Lunas, NM 87031 | 7013 1090 0001 8489 5464 |
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | Myra Loudene Jones, ssp | 3915 So. Aldon. Tucson, AZ 85746 | 7013 1090 0001 8489 5471 |
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | Linda Muriel Adkins, ssp | 2916 S. Morain Place, Kennewick, WA 99337 | 7013 1090 0001 8489 5488 |

| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Classical Gas & Oil, LLC | 1499 Lake St. Suite 10C, Denver, CO 80202 | 7013 1090 0001 8489 5495 |
|------------|----------|----------|--|---|---|--|
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Brooks J. Boedecker, MSU | 1005 W. Pine Ave., Midland, TX 79705 | 7013 1090 0001 8489 5401 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Tri-Star Minerals, a partnership | 1st Street SW, Minot, ND 58701 | 7013 1090 0001 8489 5518 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Ken Altschuld, MSU | 5870 Granite Way, Castle Rock, CO 80108 | 7013 1090 0001 8489 5525 |
| 25N 25N | 2W 2W | 14 14 | NE, S2SE, NESE NS Proration Unit Notification Owner NE, S2SE, NESE NS Proration Unit Notification Owner | Shear Inc. Judith Gardner aka Judith Weaver (Dorothy Elise Weaver) | 330 Grand Ave. St. B, Grand Junction, CO 81501 285 Riverside Dr. Apt #13C New York, NY 10025 | 7013 1090 0001 8489 5532 7013 1090 0001 8489 5549 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | James H. Gardner (Cindy A Adams) | 11023 West Taylor Circle, Wichita, KS 67212 | 7013 1090 0001 8489 5556 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | James H. Gardner (David and Maurine Worsham Family Trust) | 11939 Oxford Creek Lane, Riverton, UT 84065 | 7013 1090 0001 8489 5563 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | James H. Gardner (Richard Y. Worsham Revocable Trust) | 7122 S. Sherdan Road, Suite 2-124, Tulsa OK 74133 | 7013 1090 0001 8489 5570 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | James H. Gardner (Dorothy Elise Weaver) | 285 Riverside Dr. Apt #13C, New York, NY 10025 | 7013 1090 0001 8489 5587 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Jonathan B. Loring and Ellen G. Loring, Trustees of the EBL Oil and Gas | 230 Congress St., Boston, MA 02110, Attention: Peter | 7011 3500 0002 2619 6199 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Mary M. Waugh aka Mary Waugh Long | 4310 Avenue B. Apt. 110, Austin, TX 78751 | 7013 1090 0001 8489 5594 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | NM&O Operating Co. | 15 East 5th Street Suite 300, Tulsa, OK 74103 | 7011 3500 0002 2619 6106 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | H. B. Brown | 1222 S Stanley Ave., Los Angeles, CA 90019 | 7013 1090 0001 8489 5600 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Dr. R. F. Beauchamp | 2000 E Bay Ave. Apt 700 E, Newport Beach, CA 92661 | 7013 1090 0001 8489 5617 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Greenstar Resources, LLC | 770 W. Rock Creek Rd. Suite 119, Norman, OK 73069 | 7013 1090 0001 8489 5624 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Roger L. Beavers, Inc. | P.O. Box 5998, Norman, OK 73070 | 7013 1090 0001 8489 5631 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Beark Creek Energy, LLC | 101 Park Ave. Suite 1000, Oklahoma City, OK 73102 | 7013 1090 0001 8489 5419 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Will Gleason and wife Florence Gleason | 4212 Soundview Dr. W, University Place, WA 98466 | 7013 1090 0001 8489 5648 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Trumbull Oil Properties, LLC | 333 N Tigertail Road, Los Angeles, CA 90049 | 7013 1090 0001 8489 5655 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Robert D. Campbell, Trustee of the Robert and Margery Campbell Family Trust dated $11/1/1998$ | 82 Woodland Lane, Arcadia, CA 91006 | 7013 1090 0001 8489 5662 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Elmer G. Dahlgen and wife Esther C. Dahlgren | P.O. Box 18854, Oklahoma City, OK 73154 | 7013 1090 0001 8489 5679 |

| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | David S. Lobdell | 2708 Plantation Drive, Round Rock, TX 78681 | 7013 1090 0001 8489 5686 |
|------------|----------|----------|--|---|--|--|
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Estate of Lillian Habeeb (Clifford Habeeb) | 100 Marine Ave. Apt 2E, Brooklyn NY, 11209 | 7011 3500 0002 2619 6205 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Estate of Herbert B. Luria | 530 Park Ave. Apt 16F, New York City, NY 10065 | 7011 3500 0002 2619 6212 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | L. Clark Hawkins | 20743 Fawnbrook Ct., Katy, TX 77450 | 7011 3500 0002 2619 6274 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | F.P. Schonwalk Co. | 9434 Cedar Lake Ave., Oklahoma City, OK 73114 | 7011 3500 0002 2619 6297 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | M.A.P. INC. | P.O. Box 1885, La Jolla, CA 92037 | 7011 3500 0002 2619 6229 |
| 25N 25N | 2W 2W | 14 14 | NE, S2SE, NESE NS Proration Unit Notification Owner NE, S2SE, NESE NS Proration Unit Notification Owner | Ruth Burrows The Ames Company (50% E.L. Ames Jr., 50% George J. Ames) | 47 Stoneridge RD 2, Ponca City, OK 74604 19240 Reland Road, San Antonio, TX 78259 | 7013 1090 0001 8489 5693 7011 3500 0002 2619 6281 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Teresa Ann Colson Marks | 14622 Holt Ave., Tustin, CA 92780 | 7011 3500 0002 2619 6298 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Ed Colson III | 2646 Marmol Ct., Carlsbad, CA 92009 | 7011 3500 0002 2619 6304 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Peggy Jean Colson Connors | | 7011 3500 0002 2619 6311 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | James F. Rosborough, Jr. | 1506 E. Orangegrove Ave., Orange, CA 92867 14429 Pettit Way, Potomac, MD 20854 | 7011 3500 0002 2619 6328 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | James Whitmore Truesdell (Dead) Survived by Eileen Truesdell | 608 SW 8th St., Fort Lauderdale, FL 33315 | 7013 1090 0001 8489 5709 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Marcelle Stratton | 66 Summit Drive, Manhasset, NY 11030 | 7011 3500 0002 2619 6335 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Estate of Fraser R. MacVicar | 65 Tangier Dr., Sound Beach, NY 11789 | 7011 3500 0002 2619 6342 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Patricia Ruth Wilbur (aka Patricia G. Wilbur) | 23 Sylvan St., Groton, CT 06340 | 7011 3500 0002 2619 5901 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Estate of Theodora Mourry | Brooklyn, NY 11209 (No Address Available) | 7011 3500 0002 2619 5895 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Estate of Sophie Spellman | 185 E. 85th Street, New York, NY 10028 | 7011 3500 0002 2619 5888 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Harl Eslick | Address Unknown | 7011 3500 0002 2619 5871 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Estate of David H. Eslick, deceased | 1088 Deleware Ave. Apt. 2J, Buffalo, NY 14209 | 7011 3500 0002 2619 6458 |
| 25N | 2W | 14 | NE, S2SE, NESE NS Proration Unit Notification Owner | Ellen B. Reton | 9625 Patterson Rd, New Orleans, LA 70131 | 7011 3500 0002 2619 6441 |

| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | C. Morgan Epes Jr. | 45 Berkley Place, Buffalo, NY 14209 | 7011 3500 0002 2619 6434 |
|------------|------------|----------|----------------|--|-------|--|--|---|
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | Nancy C. Phillips, Trustee of the E. Alex Phillips Trust | 1721 E. 30th Place, Tulsa OK, 74114 | 7011 3500 0002 2619 6427 |
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | Carl S. Reed | Address Unknown | |
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | Estate of Katherine V. Winter, deceased | Bay Shore, NY 11706 (No Address Available) | 7011 3500 0002 2619 6410 |
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | Mark Joseph Schaefer | P.O. Box 3596, Santa Rosa, CA 95402 | 7011 3500 0002 2619 6397 |
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | Kathlen M. Schaefer | 2639 Trevor Parkway, Pleasanton, CA 94588 | 7011 3500 0002 2619 6380 |
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | Horace N. Gibson, Jr. | 7089 24th St. N 110, St. Paul, MN 55128 | 7013 1090 0001 8489 5723 |
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | Estate of Hazel F. Schmedes (deceased) | White Plains, NY 10601 (No Address Available) | 7011 3500 0002 2619 6403 |
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | Estate of Gladys Mouakad (George Zarou) | 8423 Ridge Blvd., Brooklyn, NY 11209 | 7011 3500 0002 2619 |
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | James B. Fullerton and wife, Barbara A. Fullerton | 621 17th St., #1040, Denver, CO 80293 | 7011 3500 0002 2619 6373 |
| 25N | 2W | 14 | | NS Proration Unit Notification | | Huntingon T. Walker and wife, Carl N. Walker | 2961 S Fillmore Way, Denver, CO 80210 | 7011 3500 0002 2619 6366 |
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | Estate of Gladys Mouakad (Stephanie Zarou) | 712 Jena St., New Orleans, LA 70155 | 7013 1090 0001 8489 5730 |
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | Estate of Gladys Mouakad (Michael George Zarou) | 2017 Valence St., New Orleans, LA 70115 | 7013 1090 0001 8489 5747 |
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | Estate of Gladys Mouakad (Barbara Zarou) | 221 Storer Ave., New Rochelle, NY 10801 | 7013 1090 0001 8489 5754 |
| 25N | 2W | 14 | NE, S2SE, NESE | NS Proration Unit Notification | Owner | Estate of Gladys Mouakad (George Zarou Jr.) | 250 Sandalwood Dr., Staten Island, NY 10308 | 7013 1090 0001 8489 5761 |
| 25N | 2W | 14 | NWSE | NS Proration Unit Notification | | United States of America Bureau of Land Management | P.O. Box 27115, Santa Fe, NM 87502 | 7013 1090 0001 8489 5716 |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification | | Estate of Virginia E. Black (deceased), William G. Black, PR | 3813 E 38th St., Tulsa, OK 74135 | 7011 3500 0002 2619 6175 |
| 25N 25N | 2W 2W | 14 14 | NWSE NWSE | NS Proration Unit Notification NS Proration Unit Notification | | Honey Hole, LLC Cyprus Mines Corporation | 7318-B South Yale Tulsa, OK 74137 | 7011 3500 0002 2619 5099 7013 1090 001 8489 5075 |
| 25N 25N | 2 W 2 W | 14 | NWSE NWSE | NS Proration Unit Notification | | | 1 North Central Avenue Phoenix, AZ 85004-2189 | 7013 1090 001 8489 5073 |
| 25N | 2 W | 14 | E/2 | NS Proration Unit Notification | | Arriba Co | 8402 South 8th Street Broken Arrow, OK 74011 | 7011 3500 0002 2619 6137 |
| 25N | 2W | 14 | E/2 | NS Proration Unit Notification | | Cheyenne | 711 Louisiana Houston, TX 77002 | 7011 3500 0002 2619 6168 |
| 25N | 2W | 14 | E/2 | NS Proration Unit Notification | | Cimerex | 1437 S. Boulder, Suite 1300 Tulsa, OK 74119 | 7011 3500 0002 2619 6144 |
| 25N | 2W | 14 | E/2 | NS Proration Unit Notification | Owner | 3Tec | 700 Milam St. Suite 1100 Houston, TX 77002 | 7011 3500 0002 2619 6151 |
| 25N | 2W | 14 | E/2 | NS Proration Unit Notification | Owner | NM&O | 15 East 5th St., Suite 3000 Tulsa, OK 74103-4415 | 7011 3500 0002 2619 6106 |
| 25N | 2W | 14 | E/2 | NS Proration Unit Notification | | WPX, Energy LLC | One William Center, Tulsa, OK 74172-0140 | 7011 3500 0002 2619 6120 |
| 25N | 2W | 14 | E/2 | NS Proration Unit Notification | | Priscilla B. Guest | 340 Riverside Drive #13A NY, NY 10025 | 7013 1090 0001 8489 5105 |
| 25N | 2W | 14 | E/2 | NS Proration Unit Notification | Owner | Lewis C. Beach | 505 Meadow Drive Broken Arrow, OK 74011-8612 | 7013 1090 0001 8489 5778 |

| 25N | 2W | 14 | E/2 | NS Proration Unit Notification (| Owner | Betsy E. Beach | 4409 Pleasant Green Rd Durham, NC 27705 | 7011 3500 0002 2619 5994 |
|-----|----|----|------------|----------------------------------|----------------|--|--|--------------------------|
| 25N | 2W | 14 | NWSE | NS Proration Unit Notification (| ORRI | Karen Anne Phillips Abney | 2826 East 27th Place Tulsa, OK 74114 | 7013 1090 0001 8489 5174 |
| 25N | 2W | 14 | NWSE | NS Proration Unit Notification (| ORRI | Mesa Grande Ltd co/ NM&O | 15 East 5th St., Suite 3000 Tulsa, OK 74103-4415 | 7013 1090 0001 8489 5150 |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification (| ORRI | Woodbine Financial Corp | P.O. Box 52296 Tulsa, OK 52296 | 7013 1090 0001 8489 5167 |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification (| ORRI | W.C. Berry, JR | No Address | |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification (| ORR1 | Mary E. Berry | No Address | |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification (| ORRI | Martha Berry Oliver | No Address | |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification (| ORR1 | Harris Trust & Savings Bank Trustee of Estate of LB Stableford | No Address | |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification (| ORRI | First city National Bank of Tyler Trustee BG Byars deceased | No Address | |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification (| ORRI | Randall J. Miller | 2143 S. Clayton Denver, CO 80210 | 7013 1090 0001 8489 5228 |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification (| ORRI | Danalee D. Miller | No Address | |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification (| ORRI | Coyote Properties | No Address | |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification (| ORRI | Xanada Exploration Co CO/NM&) | 15 East 5th St., Suite 3000 Tulsa, OK 74103-4415 | 7013 1090 0001 8489 5235 |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification (| ORR1 | Peter & Renate Neumann | 136 Ridge Road Reno, NV 89501 | 7013 1090 0001 8489 5181 |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification (| ORRI | Priscilla B. Guest | 340 Riverside Drive #13A NY, NY 10025 | 7013 1090 0001 8489 5105 |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification (| ORRI | Lewis C. Beach | 505 Meadow Drive Broken Arrow, OK 74011-8612 | 7013 1090 0001 8489 5778 |
| 25N | 2W | 14 | S2SE, NESE | NS Proration Unit Notification (| ORRI | Betsy E. Beach | 4409 Pleasant Green Rd Durham, NC 27705 | 7011 3500 0002 2619 5994 |
| 25N | 1W | 18 | | NSL Notice | Offset Operato | Benson Montin | 4900 College Blvd. Farmington, NM 87402-4648 | 7013 1090 0001 8489 5136 |

District I 1625 N. French Drive, Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First Street, Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

District III 1000 Rio Brazos Road. Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Drive, Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

Dedicated Acres

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 1220 South St. Francis Drive Santa Fe, NM 87505

Form C-102 Revised August 1, 2011

Submit one copy to Appropriate District Office

1

¹⁵ Order No.

14 Consolidation Code

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

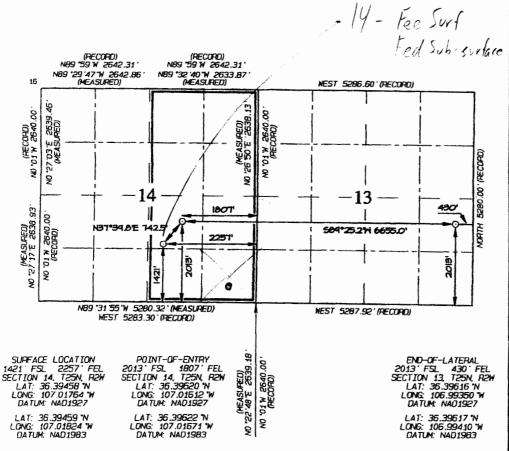
320.0 Acres - E/2 Section 14

(Non-standard Proration Unit)

| 3,4 | 'API Number | | | | *Pool Code *Pool Name 27194 GAVILAN MANCOS | | | | | | |
|---------------|-------------|----------|-------------------------------------|---------|--|------------------|---------------|----------|---------|--------------------|--|
| *Property | Code | | Property Name REGINA COM 25-2-14-13 | | | | | | | 'Well Number 1H | |
| 70GRID 1 | | | *Operator Name HUNT OIL COMPANY | | | | | | | levation 7394' | |
| | | | | | ¹⁰ Surface | Location | | | | | |
| UL or lot no. | Section | Township | Renge | Lot Idn | Feet from the | North/South line | Feet from the | East/Wes | st line | County | |
| ن | 14 | 25N | 2W | | 1421 | SOUTH | 2257 | EAS | TE | RIO ARRIBA | |
| | | 1 | ¹ Botto | m Hole | Location I | f Different f | rom Surfac | е | | | |
| UL or lot no. | Section | Township | Range | Lot Ith | Feet from the | North/South line | Feet from the | East/Wes | st line | RIO | |
| I | 13 | 25N | 2W | | 2013 | SOUTH | 430 | EAS | ST | ARRIBA | |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

bint or Intill



| P OPERATOR C | ERTIFICATION | | | | | |
|--|--|--|--|--|--|--|
| herein is true and comp knowledge and belief, an either owns a working i either owns a working in the proposed bottom-hole lo | nd that this organization interest or unleased land including the cation or has a right | | | | | |
| to drill this well at to a contract with an cor working interest or agreement or a compulso heretofore entered by to | wher of such a mineral to a voluntary pooling ry pooling order he division. | | | | | |
| Signature | Date | | | | | |
| Printed Name | | | | | | |
| E-mail Address | i | | | | | |
| 18 SURVEYOR CE | RITETCATION | | | | | |
| ¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. | | | | | | |
| Oate Revised: Date of Survey: | | | | | | |
| Signature and Seal of | Professional Surveyor | | | | | |
| SON C. | EXICO | | | | | |
| SES M | CE 18/ | | | | | |
| F (152 | (£69) (£ | | | | | |
| FOIS REAL PROPERTY. | SSTOWN | | | | | |
| JASSIC | EDWARDS | | | | | |
| Certificate Num | | | | | | |

Regina Com 25-2-14-15 #1H and 25-2-14-13 #1H

Rio Arriba County, New Mexico

Hunt Oil Company (Hunt) is proposing to drill two horizontal wells to test the Mancos Formation in Sections 13, 14 and 15, Township 25 North, Range 2 West. The Regina Com 25-2-14-15 #1H is to be 14,545' MD (7,218' TVD). The surface location is to be 1443' FSL and 2262' FEL of Section 14. The lateral is to be 7,000' long, running east to west. The bottom hole location is to be 2023' FSL and 462' FWL of Section 15.

The Regina Com 25-2-14-13 #1H is to be 13,840' MD (7,220' TVD) in Sections 13 and 14, Township 25 North, Range 2 West. The surface location is to be 1421' FSL and 2257' FEL of Section 14. The lateral is to be 6,655' long, running west to east. The bottom hole location is to be 2013' FSL and 430' FEL of Section 13.

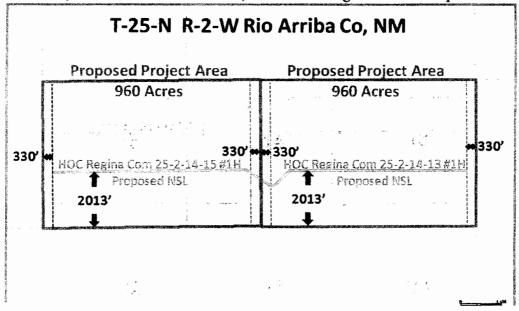
Both of these wells are oil tests in the Gavilan-Mancos Pool.

The standard spacing unit for the Gavilan-Mancos Pool is 640 acres. To facilitate the drilling of the wells, Hunt is proposing 960 acre Project Areas (PA's) by forming two 320 acre Non-Standard Proration Units (NSPU's), in the west half of section 14 and the east half of section 14. The NSPU's will be combined with all of sections 15 and 13 respectively to form the two PA's. The PA's are necessary due to the 7,000' and 6,655' lateral lengths which are essential for economic wells.

Hunt is also proposing Non-Standard Locations (NSL's) within the above PA's. The setbacks for the Gavilan-Mancos Pool are 790'. Hunt is requesting setbacks of 330' at the heel and toe of the laterals. The length of the lateral will be 2,013' from the south lines of the PA's. Therefore the proposed encroachment on the standard setbacks only occurs on the east and west lines of the PA's. This encroachment is necessary, because without it there will be a distance of 1580' separating the toe of the proposed well with the toe or heel of additional horizontal wells that may be drilled in the offsetting tracts. This would represent significant waste of undeveloped oil and gas. This situation is exacerbated by the fact that the direction of maximum stress in this area is north-south, meaning that fractures (both natural and induced) trend north-south. The cumulative effects of the standard setback distances and the trend of fracturing would render a significant north-south strip of acreage impossible to develop as oil and gas productive. Operators of offsetting tracts within 790' of the proposed encroachment will be contacted by certified letter.

If approved, the two PA's facilitate the development of three full sections of land (1920 acres) that could be developed by eight wells from two pads. This would minimize the surface impact of our operations including total pad area, access roads, and pipeline right of ways.

Developing HOC's acreage position in the San Juan Basin with NSL's and PA's is an efficient plan that minimizes reserve waste, allows for economic wells, and maintains good stewardship of the environment.



Ezeanyim, Richard, EMNRD

From: Ryan Boschetti <RBoschetti@huntoil.com>

Sent: Friday, January 31, 2014 9:50 AM **To:** Ezeanvim, Richard, EMNRD

To: Ezeanyim, Richard, EMNRD

Subject: Regina Com 25-2-14-15 #1H Application, Rio Arriba County, NM

Attachments: Objection Withdraw Letter_Dr. Roberts.pdf; Hearing Cancellation due to Objection

Withdrawn.pdf

Mr. Ezeanyim,

Per your request, attached is the letter in which William Roberts withdrew his objection and the notice we received from NMOCd advising the hearing was cancelled as a result. Hunt Oil Company complied with all notice requirements for the subject well and did not receive any other objections. As such, please advise of the order in which the application will get approved administratively.

Thank you for the call and glad to hear this will be approved and the Regina Com 25-2-14-13 #1H 960 acre application will also get approved administratively because no objections were received after our notices were delivered.

Regards,

Ryan Boschetti HUNT OIL COMPANY Landman, New Play Development (214) 978-8693 Direct Mr. Ryan Boschetti Landman Hunt Oil Company 1900 North Akard Street Dallas, Texas 75201-2300

Re:

NMOCD Applications Water Well Test Request Regina Com 25-2-14-15 #1H

Dear Mr. Boschetti

This letter is to confirm that I have removed my objection to the drilling of the proposed well referenced above, effective November 25, 2013. I forwarded a letter removing my objection to the State of New Mexico Energy, Minerals and Natural Resources Department this morning, November 26, 2013 and left a courtesy message to this effect on your voicemail as well.

If you have any further questions, please do not hesitate to contact me.

Thank you for your assistance and cooperation in this matter.

Wellian M. Robert

William N. Roberts

(575) 774-0093

CC.

Florene Davidson, Staff Manager State of New Mexico Energy, Minerals and Natural Resources Department

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 15071 ORDER NO. R-13777

APPLICATION OF HUNT OIL COMPANY FOR APPROVAL OF A NON-STANDARD PRORATION UNIT AND UNOTHODOX LOCATIONS, RIO ARRIBA COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on December 19, 2013, at Santa Fe, New Mexico, before Examiner Phillip R. Goetze.

NOW, on this 31st day of December, 2013, the Division Director, having considered the record and the recommendations of the Examiner,

FINDS THAT:

This case was set for hearing due to a protest that has now been formally withdrawn. It should accordingly be dismissed.

IT IS THEREFORE ORDERED THAT:

Case No. 15071 is hereby <u>dismissed</u>, and remanded for disposal pursuant to the administrative process.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

JAMI BAILEY Director

Brooks, David K., EMNRD

From:

John Thompson <john@walsheng.net>

Sent:

Wednesday, November 13, 2013 11:51 AM

To:

Brooks, David K., EMNRD

Subject:

Re: Regina Com. 25-2-14-13#1H and 25-2-14-15 #1H; NSL and NSP applications

Thanks for the note. I will forward to Hunt Oil and keep you posted as to what direction they plan to go.

John Thompson

Walsh Engineering & Production

Sent from my iPhone

On Nov 13, 2013, at 11:46 AM, "Brooks, David K., EMNRD" < david.brooks@state.nm.us > wrote:

Good morning, Mr. Walsh

On October 9, 2013, actually <u>before</u> the referenced applications were filed, OCD received a protest letter from William N. Roberts.

A copy of this protest letter is being sent to you by U.S. Mail.

Although it is not clear whether this protest letter constitutes an objection to your applications that is cognizable under OCD rules, it would seem to be necessary to address these issues through OCD's hearing process. I am accordingly directing the Division Clerk, Ms. Florene Davidson, to set your applications for hearing, and to provide notice of the setting to Hunt Oil and to Mr. Roberts.

Of course, if you can work matters out with Mr. Roberts prior to the date the hearing is set, then no hearing will be necessary.

Sincerely

David K. Brooks

RECENSIO OCD 2013 (CT -9 P 1: 35

William N. Roberts 1776 State Hwv. 595 **HCR 74 Box 38** Lindrith, New Mexico 87029

October 7, 2013

TO: New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

William M. Robert

I have received notice on (October 7, 2013) of Hunt Oil Company intentions to apply to the New Mexico Oil Conservation Division for a non-standard proration unit covering the E2 of Section 14, Township 25 North, Range 2 West, N.M.P.M., Rio Arriba County, New Mexico.

I, William N. Roberts am the surface owner of this property and have a domicile upon it wherein I reside permanently. The intent of this letter is to OBJECT to any plans of development for any oil, gas or mineral production from this site as is currently being proposed by Hunt Oil Company. I am writing this letter to be in compliance to the twenty day period of notification as presented in the Hunt Oil letter that is dated October 1, 2013. I have previously objected to a Hunt Oil Company proposed surface use agreement. This 80 acre homestead already has a working gas and oil well operated by the McElvain Gas and Oil Company out of Denver, Colorado. I would greatly appreciate to be informed of any legal procedures proposed by Hunt Oil Company on the above described plat of land. For your information I am enclosing copies of the proposed development by Hunt Oil Company.

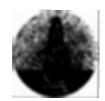
Sincerely yours,

William N. Roberts

Tele.575-774-0093

Hunt Oil Regina Com 25-2-14-13 Well #1 H

NSL appl. pPRG 1329163025 NSP appl. pPRG 1329163513



J Bar Cane, Inc.

Oil & Gas Properties / Petroleum and Mineral Land Services 3660 HIGHWAY 41 Stanley, New Mexico 87056-9708 Office: 505-832-1478 Fax: 505-832-1479 Email: jmr@jbarcane.com

October 1, 2013

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To: In

Interest Owners on Exhibit A W2 Section 14-25N-2W

Ladies and gentlemen:

Hunt Oil Company ("Hunt") has filed an application with the New Mexico Oil Conservation Division ("NMOCD") seeking a Non-Standard Proration Unit covering the E2 of Section 14, Township 25 North, Range 2 West, N.M.P.M., Rio Arriba County, New Mexico. This is to facilitate the formation of a 960 acre Project Area and the drilling of a 7000' lateral in the Gallup Formation. A copy of the well acreage dedication plat is enclosed.

According to NM rules, Hunt must notify you of its application. If you object, you must notify Hunt and the NMOCD in writing within 20 days from the date of this letter (the NMOCD address is 1220 South St. Francis Drive, Santa Fe, New Mexico 87505; Hunt's address is 1900 North Akard Street Dallas, TX 75201, attention Ryan Boschetti). Failure to object will preclude you from contesting this matter at a later date.

Please be aware Hunt has a large acreage position in the area and plans to fully develop the leasehold. Hunt is in the process of filing another unit application that will encompass the W2 of Section 14. Also, enclosed herewith please find a written summary that further explains Hunt Oil Company's plans. Should you have any questions or comments regarding this matter, please advise.

Sincerely,

J Bar Cane, Inc.

John Michael Richardson, CPL

President

Exhibit "A"

Attached to and made a part of the certain Notification Letter for a Non-Standard Proration Unit to Interest Owners dated September 26, 2013 covering the W2 of Section 14 T25N R2W

| Estate of Virginia Black William G. Black 3813 E 38th St. Tulsa, OK 74135 | Classical Gas & Oil, LLC 1499 Lake St. Suite 10C Denver, CO 80202 | Jonathan B. & Ellen G. Loring, EBL Oil and Gas Nominee Trust Attention: Peter B. Loring 230 Congress St. Boston, MA 02110 |
|--|---|---|
| Estate of Katherine V. Winter Bay Shore, NY 11706 | Lillian Habeeb 100 Marine Ave. Apt 2E, Brooklyn NY, 11209 | Estate of Herbert B. Luria 530 Park Ave. Apt 16F New York City, NY 10065 |
| L. Clark Hawkins 20743 Fawnbrook Ct. Katy, TX 77450 | F.P. Schonwalk Co. 9434 Cedar Lake Ave., Oklahoma City, OK 73114 | M.A.P. INC. P.O. Box 1885 La Jolla, CA 92037 |
| The Ames Company 19240 Reland Road San Antonio, TX 78259 | Teresa Ann Colson Marks 14622 Holt Ave. Tustin, CA 92780 | Ed Colson III 2646 Marmol Ct. Carlsbad, CA 92009 |
| Peggy Jean Colson Connors 1506 E. Orangegrove Ave. Orange, CA 92867 | James F. Rosborough, Jr. 14429 Pettit Way Potomac, MD 20854 | Marcelle Stratton 66 Summit Drive Manhasset, NY 11030 |
| Estate of Fraser R. MacVicar 65 Tangier Dr. Sound Beach, NY 11789 | Huntingon T. Walker and wife, Carl N. Walker 2961 S Fillmore Way Denver, CO 80210 | James B. Fullerton and wife, Barbara A. Fullerton 621 17th St., #1040 Denver, CO 80293 |
| Estate of Hazel F. Schmedes White Plains, NY 10601 | Kathlen M. Schaefer 2639 Trevor Parkway Pleasanton, CA 94588 | Mark Joseph Schaefer P.O. Box 3596, Santa Rosa, CA 95402 |
| Nancy C. Phillips, Trustee of the E. Alex Phillips Trust 1721 E. 30th Place Tulsa OK, 74114 | C. Morgan Epes Jr. 45 Berkley Place Buffalo, NY 14209 | Ellen B. Reton 9625 Patterson Rd, New Orleans, LA 70131 |
| Estate of David H. Eslick 1088 Delaware Ave. Apt. 2J Buffalo, NY 14209 | Harl Eslick 1088 Delaware Ave. Apt. 2J Buffalo, NY 14209 | Estate of Sophie Spellman 185 E. 85th Street New York, NY 10028 |
| Estate of Theodora Mourry Brooklyn, NY 11209 | Patricia Ruth Wilbur 23 Sylvan St. Groton, CT 06340 | Daniel Ralph Scoggins |
| Beanna G. Lane | Kamp Enterprises 320 S. Boston, Suite 1025 Tulsa, OK 74114 | Myrtle Braun 102 East 22 nd St. Tulsa, OK 74114 |
| Thomas F. & Emily P. Wolfe Revocable 145 Skyline Drive Bernice, OK 74331 | Anne W. and Otto F. Verch Verch Family Revocable Trust 2116 Canal Pointe Little Rock, AR 72202 | Rachelle S. E. Winterbourne P. O. Box 369 Stinson Beach, CA 94970 |

| Fatalla Cooper Cor | Sugar D. Cooper | Lauis Daddy Cons |
|--------------------------------------|---|--------------------------------------|
| Estelle Cooper Cory | Susan B. Cooper P. O. Box 4172 | Louis Roddy Sanger |
| 2605 Rolling Plains Ct. | Walnut Creek, CA 94596 | 5454 Edinburgh Dr. Waco, TX 76710 |
| Cedar Park, TX 78613 | wallut Creek, CA 94390 | waco, 12 70/10 |
| Philip Asher Sanger | Joan Sanger | Robert E. Levy |
| 4299 San Felipe St. | 3600 MacArthur Dr. | |
| Suite 300 | Waco, TX 76708 | |
| Houston, TX 77027 | | |
| Jake R. Schwartz | S. F. Peavy, Jr. | George Mourry |
| 4013 Westchester Dr. | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | 9281 Shore Rd., Apt. 206 |
| Waco, TX 76710 | | Brooklyn, NY 11209 |
| Robert Mouakad et ux | Todd A. Colombo | Patricia Greene |
| Old Tappan, NJ | HCR 74 Box 40 | P. O. Box 1151 |
| | Lindrith, NM 87029 | Haiku, HI 96708 |
| William N. Roberts | M. S. Brooks, Jr. | Heirs of John E. Wilson |
| HCR 74 Box 38 | | |
| Lindreth, NM 87029 | | |
| L. W. Wicks Agent Corp. | Cyprus Mines Corporation | Williams Prod Company |
| 924 Westwood Blvd., | 1 N. Central Ave. | P. O. Box 3102 |
| Ste. 1000 | Phoenix, AZ 85004-2189 | Tulsa, OK 74101-3102 |
| Los Angeles, CA 90024 | | |
| Honeyhole, LLC | Peter C. Neumann, Trustee | NOSECO Corporation |
| 7318-B South Yale | Neumann Family Trust | 7400 Lakeside Drive |
| Tulsa, OK 74137 | 136 Ridge Road | Reno, NV 89511 |
| | Reno, NV 89501 | |
| Johansen Energy Partnership | Peter C. & Renate Neumann | WPX Energy, LLC |
| P. O. Box 1773 | 136 Ridge Road | Attn: Bob Miller |
| Whitefish, MT 59437 | Reno, NV 89501 | One Williams Center, |
| | | #MD44 |
| | | Tulsa, OK 74172-0140 |
| Hooper, Kimball & Williams, Incorpor | NM&O Operating Company | Petco Limited |
| P. O. Box 521173 | Attn: Larry Sweet | P. O. Box 911 |
| Tulsa, Oklahoma 74152 | 15 East 5 th Street | Breckenridge, TX |
| | Suite 3000 | 76424-0911 |
| | Tulsa, OK 74103 | |
| Ibex Partnership, Ltd. | Samson Resources Company | Mountain States Natural Gas |
| P. O. Box 911 | 2 West 2 nd Street | Corporation |
| Breckenridge, TX 76424-0911 | Tulsa, OK 74103 | P. O. Box 12323 |
| | | Las Vegas, NV 89112 |
| Ramona B. Sweet, Trustee | Chevron USA Production Company | |
| P. O. Box 1132 | 1400 Smith Street | |
| Tulsa, OK 74101 | Houston, TX 77002 | |

Regina Com 25-2-14-15 #1H and 25-2-14-13 #1H

Rio Arriba County, New Mexico

Hunt Oil Company (Hunt) is proposing to drill two horizontal wells to test the Mancos Formation in Sections 13, 14 and 15, Township 25 North, Range 2 West. The Regina Com 25-2-14-15 #1H is to be 14,545' MD (7,218' TVD). The surface location is to be 1443' FSL and 2262' FEL of Section 14. The lateral is to be 7,000' long, running east to west. The bottom hole location is to be 2023' FSL and 462' FWL of Section 15.

The Regina Com 25-2-14-13 #1H is to be 13,840' MD (7,220' TVD) in Sections 13 and 14, Township 25 North, Range 2 West. The surface location is to be 1421' FSL and 2257' FEL of Section 14. The lateral is to be 6,655' long, running west to east. The bottom hole location is to be 2013' FSL and 430' FEL of Section 13. Both of these wells are oil tests in the Gavilan-Mancos Pool.

The standard spacing unit for the Gavilan-Mancos Pool is 640 acres. To facilitate the drilling of the wells, Hunt is proposing 960 acre Project Areas (PA's) by forming two 320 acre Non-Standard Proration Units (NSPU's), in the west half of section 14 and the east half of section 14. The NSPU's will be combined with all of sections 15 and 13 respectively to form the two PA's. The PA's are necessary due to the 7,000' and 6,655' lateral lengths which are essential for economic wells.

Hunt is also proposing Non-Standard Locations (NSL's) within the above PA's. The setbacks for the Gavilan-Mancos Pool are 790'. Hunt is requesting setbacks of 330' at the heel and toe of the laterals. The length of the lateral will be 2,013' from the south lines of the PA's. Therefore the proposed encroachment on the standard setbacks only occurs on the east and west lines of the PA's. This encroachment is necessary, because without it there will be a distance of 1580' separating the toe of the proposed well with the toe or heel of additional horizontal wells that may be drilled in the offsetting tracts. This would represent significant waste of undeveloped oil and gas. This situation is exacerbated by the fact that the direction of maximum stress in this area is north-south, meaning that fractures (both natural and induced) trend north-south. The cumulative effects of the standard setback distances and the trend of fracturing would render a significant north-south strip of acreage impossible to develop as oil and gas productive. Operators of offsetting tracts within 790' of the proposed encroachment will be contacted by certified letter.

If approved, the two PA's facilitate the development of three full sections of land (1920 acres) that could be developed by eight wells from two pads. This would minimize the surface impact of our operations including total pad area, access roads, and pipeline right of ways.

Developing HOC's acreage position in the San Juan Basin with NSL's and PA's is an efficient plan that minimizes reserve waste, allows for economic wells, and maintains good stewardship of the environment.

